

Export Outlook for Solid Wood Products

Revised FY 2007 Forecast:  \$200 Million to \$6.4 Billion

Revisions Since August

Upside Developments

- Canada's construction industry consumes more U.S. panel products
- Mexico's maquiladora sector to continue demand for hardwood and softwood lumber

Downside Developments

- Softwood exports to Japan losing market share to China and Malaysia

Wild Cards

- Impact of slowing US housing mkt

